### California Energy Commission

# 6-MONTH POWER PLANT LICENSING PROCESS WORKSHOP FOR CPA BIDDERS

Paul C. Richins, Jr.
Facilities Licensing Program Manager
916-654-4074

Systems Assessment and Energy Facilities Siting Division

March 12, 2003



### **Purpose**

To assist potential CPA power plant developers in preparing their Applications so they qualify for the 6-month process and to provide information on how to avoid pitfalls that have caused delays or cancellation of other 6-month projects. Presentation includes:

- Overview of the CEC licensing process
- Prefiling meetings with Energy Commission
- Discussion of lessons learned from the past
- Questions and answers



### **Energy Commission Licensing Authority**

- Energy Commission Permitting Authority
  - Thermal power plants 50 megawatts or greater
  - All facilities at the site and related linear facilities
    - Electric transmission lines to point of interconnection
    - Environmental evaluation of electric transmission facilities required for the project
    - Water supply systems and wells (on and off-site)
    - Wastewater lines and gas pipelines
    - Roads
- Lead State Agency for California Environmental Quality Act (CEQA)
- 6- and 12-Month Licensing Processes

### Extent of Energy Commission Review

- Determine if application conforms with local, state, and federal laws and standards
- Conduct public health and safety, engineering and environmental analysis
  - Analyze construction and operation effects of the project
  - Evaluate alternative technologies and alternative sites
  - Analyze cumulative effects of the project with other new development in the area
  - Identify and recommend mitigation measures



### Areas of Examination - Environmental

- Air Quality
- Alternative Sites
- Alternative Technologies
- Biological Resources
- Cultural Resources
- Hazardous MaterialsManagement
- Land Use
- Public Health
- Socioeconomics

- Soils
- Traffic & Transportation
- Transmission Line Safety& Nuisance
- Visual Resources
- Waste Management
- Water Resources
- Worker Safety & Fire Protection



### Areas of Examination - Engineering

- Efficiency
- Facility Design
- Geology
- Noise & Vibration
- Reliability
- Transmission System Engineering



# 6-Month Information Requirements-Energy Facilities Siting Regulations

- 1. Title 20, California Code of Regulations, §1704, Appendix B (12-month data adequacy); and,
- 2. Title 20, § 2022 (6-month)-- At time of AFC filing, applicants <u>must provide mitigation measures and assurances</u> that:
  - There are no significant environmental impacts
  - There are no public health and safety issues
  - There are no impacts to the transmission system
  - The project complies with all local, state, and federal laws and regulations
  - Contract with a general contractor for an adequate supply of skilled labor



## 6-Month Info Requirements (cont'd)

- Fully describe mitigation measures/conditions of certification (use past examples and protocols)
- Changes in law required for the project (e.g., GP amendment, rezone, Williamson Act contracts)
- Schedule for accomplishing changes (from city/county, USFWS, etc.)
- Provide written assurances that matters can be resolved during the 6-month process(from city/county, USFWS, etc.)
- Provide evidence of site control



# Past Licensing Delays--Developer Activities Prior to Filing with CEC

- Incomplete biological field surveys
- Late consultation with USFWS, NMFS and/or CDFG
- Incomplete Biological Assessment lacking mitigation measures
- Incomplete cultural resource field surveys
- Lack of a natural gas interconnection agreement
- Lack of a complete electric transmission interconnection study by the utility
- Project related electric system impacts requiring transmission upgrades



# Past Licensing Delays--Developer Activities Prior to Filing (cont'd)

- No verified source of water or will-serve letter
- Lack of a completed application to the appropriate air district
- Disagreement with the air district over BACT
- Incomplete inventory of air emission offsets
- Incomplete cumulative air modeling
- Interconnection with WAPA requiring joint NEPA/CEQA review
- Incomplete ambient noise monitoring surveys



# Past Licensing Delays--Site and Project Design

- Site not appropriately zoned
- Conversion of agricultural land or Williamson Act contract
- Use of groundwater or surface water for cooling
- Use of groundwater requiring groundwater modeling
- Nearby land owners' concerns
- Concerns voiced by local Planning Dept. and local elected officials
- Use of anhydrous ammonia instead of aqued ammonia

### Three-Step Licensing Process

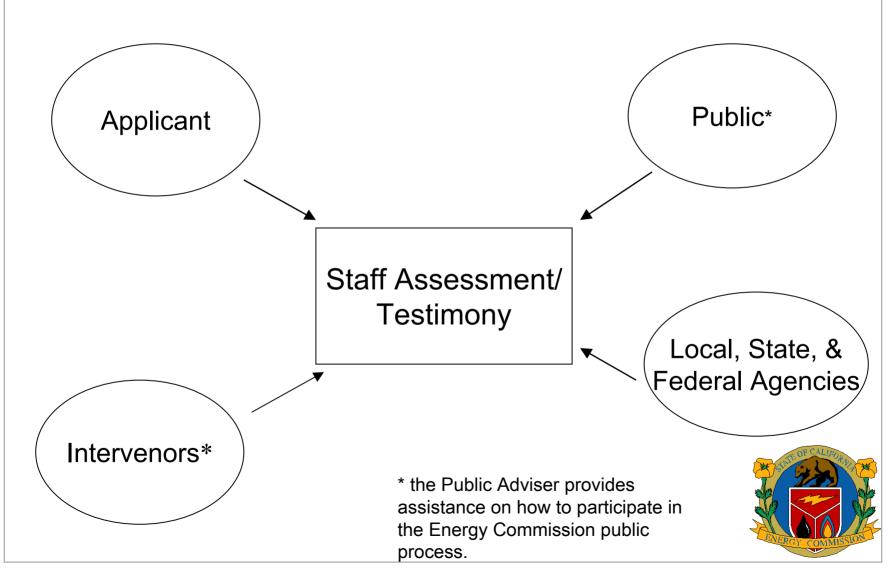
- 1. Data Adequacy -- Information Requirements\*

  (45 days, maybe longer if Application is not complete the the first time. The 6-month clock does not begin until the application is data adequate)
- 2. Staff Discovery and Analyses (0-120 days)
- 3. Evidentiary Hearing and Decision (121-180 days)

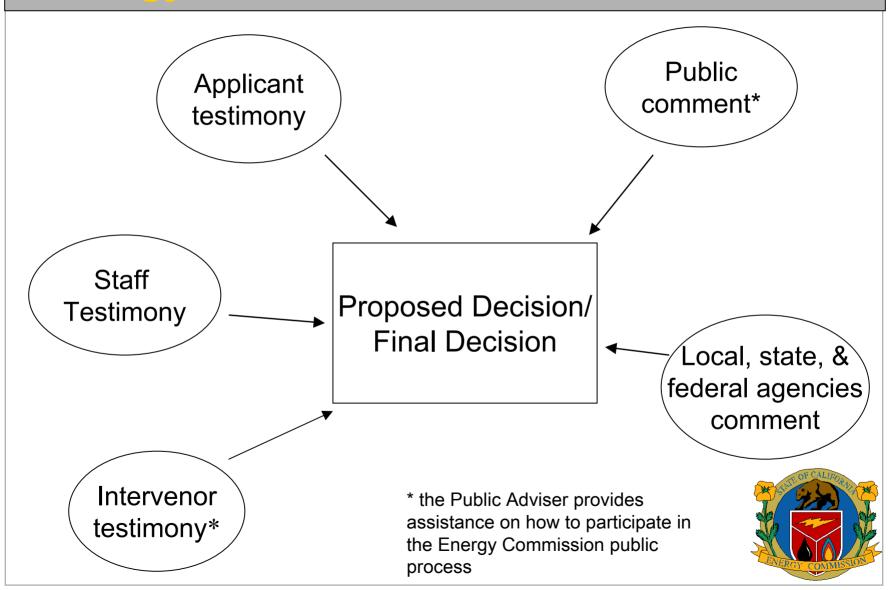
\*Assuming 1-year construction and an on-line date of May 2005, file AFC by August 2003



### **Energy Commission Staff as Information Gatherers**



### **Energy Commission as Decision Makers**



## Example 6-Month Schedule

Application for Certification (AFC) filed	-45
Executive Director's recommendation on data adequacy	-15
Decision on data adequacy at the business meeting*	0
Staff files data requests	10
Staff files Issue Identification Report	20-35
Information hearing and site visit*	30-45
Applicant provides data responses	40
Data response and issue resolution workshop*	50
Local, state, and federal agency draft determinations	60
Staff Assessment filed	75



### Example 6-Month Schedule

Staff Assessment workshop*	85
Local, state, and federal agency final determinations	100
Addendum to Staff Assessment	120
Evidentiary hearings*	130
Committee files proposed decision	150
Conference on the proposed decision*	160
Addendum to the proposed decision	165
Commission Decision*	180



<sup>\*</sup>Publicly noticed hearings or workshops

#### Website Information

http://www.energy.ca.gov/sitingcases/index.html

#### **Second Column--Power Plant Licensing Cases**

- Recently Approved Projects (AFC, Data Adequacy worksheets, and Data Requests)
- Current Projects Before the Commission (same info as above)
- Map Showing Current Power Facility Cases

#### **Third Column--Information for Developers**

- Energy Facilities Siting Regulations for 12- and 6-month processes
- Schedule/Informational Requirements (12- and 6-month processes)
- Staff's Data Adequacy Forms (12- and 6-month projects)